

COUNTY OF LOS ANGELES

DEPARTMENT OF PUBLIC WORKS

"To Enrich Lives Through Effective and Caring Service"

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IN REPLY PLEASE
REFER TO FILE: C-1

July 25, 2006

The Honorable Board of Supervisors County of Los Angeles 383 Kenneth Hahn Hall of Administration 500 West Temple Street Los Angeles, CA 90012

Dear Supervisors:

AWARD OF PUBLIC WORKS CONSTRUCTION CONTRACTS SUPERVISORIAL DISTRICTS 2, 3, AND 4 3 VOTES

IT IS RECOMMENDED THAT YOUR BOARD:

Award and authorize the Director of Public Works, or his designee, to prepare the construction contracts in the form previously approved by County Counsel, execute the contracts, and establish the effective dates following receipt of approved Faithful Performance and Labor and Material bonds filed by the contractors for the following:

Project ID No. RDC0010959 - Short Trail at House Nos. 437 and 463, vicinity of Topanga Canyon (3), to John S. Meek Company, Inc., in amount of \$678,411.00.

Project ID No. TSM0010039 - Normandie Avenue, vicinities of Gardena, Torrance, and Los Angeles (2 and 4), to Terno, Inc., in amount of \$597,337.00.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

We are recommending that your Board award these construction contracts and authorize the Director of Public Works, or his designee, to execute the contracts and establish the effective contract dates following receipt of approved bonds and insurance filed by contractors for each of these projects.

The enclosure for each project includes the project description, the call for bids and bid opening dates, a tabulation of bids, and financial information. The certified record of receipt of bids and the original bid proposals for each project are also enclosed.

The recommended construction contracts are necessary to execute Board-directed and approved Public Works projects in support of operational missions. Your Board's approval of the recommended contract awards and our subsequent execution of the contracts will ensure the timely completion of the projects.

<u>Implementation of Strategic Plan Goals</u>

The award of these construction contracts is consistent with the County Strategic Plan Goal of Service Excellence since these contracts will provide improved infrastructure to better serve the public.

FISCAL IMPACT/FINANCING

The enclosure for each project includes the amount of the recommended contract as compared with the engineer's estimate and the other bids received.

These projects are included in the 2005-06 Department of Public Works Budget. The enclosure for each project includes more detailed fiscal and financial information.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

Recommended contract awards are to the lowest responsible bidders in accordance with the California Public Contract Code and your Board's directives.

On October 27, 1981, your Board adopted a program for the use of small Minority and Women-owned Businesses (MWBEs) on Federal- and State-funded highway construction contracts. Companies meeting these requirements are certified by the State as Disadvantaged Business Enterprises (DBEs). An overall goal for subcontracting portions of the work to DBEs is established for each project. Contracts are recommended for award to the lowest responsible bidder who meets the goal or documents a good faith effort to do so in conformance with the program.

We have also developed an outreach program to encourage all qualified contractors to participate in the bidding and contracting process on our projects. Under this program, we place notices of upcoming bids in local and minority newspapers throughout the County. These notices indicate that copies of plans and specifications are available at specified libraries and the Public Works Headquarters building. This allows interested contractors to view the plans and specifications at convenient locations. We also provide telephone numbers (including one for Spanish-speaking contractors) to obtain further information on bidding and subcontracting opportunities.

To further increase contractor awareness of contracting opportunities with Public Works, each of these projects was listed on the County website for upcoming bids.

The State Labor Code requires contractors to pay prevailing wage rates to all persons employed on public works construction contracts. These rates are determined by the Department of Industrial Relations and include contributions for fringe benefits such as vacations, pension funds, training, and health plans for each employee.

As required by your Board, language has been incorporated into the project specifications stating that the contractor shall notify its employees, and shall require each subcontractor to notify its employees, that they may be eligible for the Federal Earned Income Credit under the Federal income tax laws.

The contracts will be in the form previously approved by County Counsel. We will also review and approve the faithful performance and payment bonds filed by the contractors.

ENVIRONMENTAL DOCUMENTATION

On March 16, 1999, your Board approved the Negative Declaration for Project ID No. RDC0010959.

The remaining Project was found to be categorically exempt from the provisions of the California Environmental Quality Act at the time your Board called for bids. The specifics of these findings are included in the enclosure for each project.

CONTRACTING PROCESS

The contracts were solicited on an open competitive basis in accordance with the provisions of the Public Contract Code.

The project specifications contain provisions requiring the contractor to report solicitations of improper consideration by County employees and allowing the County to terminate the contract if it is found that the contractor offered or gave improper consideration to County employees.

Public Works has confirmed that all of the respective contractors are in compliance with the County's Child Support Compliance Program and the requirements of the Contractor Employee Jury Service Program. In addition, the contracts will include language requiring compliance with the Newborn Abandonment Law (Safely Surrendered Baby Law).

The project specifications also contain a provision that, should the contractor require additional or replacement personnel to fill employment openings, consideration shall be given to hiring qualified participants in the County's Greater Avenues for Independence or General Relief Opportunities for Work Programs.

To ensure that the contracts are awarded to responsible contractors with satisfactory performance histories, bidders are required to report False Claims Act violations, labor law/payroll violations, debarments, their civil litigation history, and information regarding prior criminal convictions. The information reported by all of the respective contractors was considered before making this recommendation to approve execution of the contracts.

<u>IMPACT ON CURRENT SERVICES (OR PROJECTS)</u>

These construction contracts will result in improved public works infrastructure in the communities where the work is scheduled. Where appropriate, local residents and businesses will be informed that traffic and local access may be mildly disrupted during the construction. The proposed schedules for construction are included in the enclosure for each project.

CONCLUSION

Please return one adopted copy of this letter to Public Works.

Respectfully submitted,

DONALD L. WOLFE Director of Public Works

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Enc. 2

cc: Chief Administrative Office

County Counsel

Office of Affirmative Action Compliance

AWARD OF CONTRACT July 25, 2006

PROJECT ID NO. RDC0010959, SHORT TRAIL AT HOUSE NOS. 437 AND 463 (in the vicinity of Topanga Canyon), Supervisorial District 3

TYPE OF WORK: Construction of two retaining walls, landscaping, and other appurtenant work.

CALL FOR BIDS DATE: June 7, 2006 (Item No. 53)

BID OPENING DATE: July 6, 2006

BID SUMMARY:

Low	John S. Meek Company, Inc. 1931 North Gaffey Street, Suite C San Pedro, California 90731 (310) 830-6323	\$678,411.00
2	Mladen Buntich Construction Co., Inc.	\$777,187.00

_	Miladen Buntion Construction Co., inc.	\$111,101.00
3	*Sol Construction, Inc.	\$831,590.00
4	+PPC Construction, Inc.	\$864,590.00
5	*+G. Coast Construction, Inc.	\$920,000.00

*MWBE +LSBE

FINANCIAL INFORMATION:

Amount of estimate	\$739,180.00
Amount of recommended contract	\$678,411.00
Amount of recommended contract below estimate	\$ 60,769.00

The amount of the recommended contract is 8.2 percent below the estimate.

This project is included in the Fiscal Year 2006-07 Road Fund Budget.

MINORITY/WOMEN-OWNED BUSINESS ENTERPRISE DATA:

John S. Meek Company, Inc., has one MWBE subcontractor/supplier under this contract, yielding a proposed MWBE participation of 0.7 percent.

ENVIRONMENTAL DOCUMENTATION:

On March 16, 1999, Item No. 53, your Board approved the project and revised the Negative Declaration and authorized Public Works to carry out the project.

CONSTRUCTION SCHEDULE:

The contract specifications require the work to be completed in 60 working days. It is estimated the work will start in October 2006 and be completed in January 2007.

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AWARD OF CONTRACT July 25, 2006

<u>PROJECT ID NO. TSM0010039</u>, <u>NORMANDIE AVENUE</u> (in the vicinity of Gardena, Torrance, and Los Angeles), Supervisorial Districts 2 and 4

TYPE OF WORK: Modification and synchronization of traffic signals and other

appurtenant work.

CALL FOR BIDS DATE: June 20, 2006 (Synopsis 85)

BID OPENING DATE: July 18, 2006

BID SUMMARY:

Low	Terno, Inc., a corporation 15701 Heron Avenue La Mirada, California 90638 (714) 228-9631	\$597,337.00
2 3 4 5	Steiny and Company, Inc. MSL Electric, Inc. Comet Electric, Inc. KDC, Inc.	\$636,629.80 \$753,217.00 \$762,209.00 \$829,326.25

FINANCIAL INFORMATION:

Amount of estimate	\$558,666.00
Amount of recommended contract	\$597,337.00
Amount of recommended contract above estimate	\$ 38,671.00

The amount of the recommended contract is 6.9 percent above the estimate.

This project is included in the Fiscal Year 2006-07 Proposition C Local Return Fund Budget.

MINORITY/WOMEN-OWNED BUSINESS ENTERPRISE DATA:

Terno, Inc., has no MWBE subcontractors/suppliers under this contract.

ENVIRONMENTAL IMPACT:

On April 11, 2006, Item No. 32, your Board found this project categorically exempt from the California Environmental Quality Act.

CONSTRUCTION SCHEDULE:

The project is to be completed in 60 working days. It is estimated that the work will begin in October 2006 and be completed in January 2007.

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